

~~SECRET~~

~~CONFIDENTIAL~~

Approved For Release 2001/03/22 : CIA-RDP79-00065A000100070011-1

BOX NO. FLD NO. DOC. NO. 7 NO CHANGE  
IN CLASS/DECL. CLASS CHANGED TO 15-50 RET. JUST. 22  
NEXT REV DATE 29 REV DATE 7/77 REVISION 029725 TYPE DOC. 02  
NO. PGS 1 ORIGIN DATE ORG COMP 32 OFFICE ORG CLASS S  
REV CLASS C REV COORD. AUTH: HR 76-3

30 AUG 1957

MEMORANDUM FOR: 25X1A9a

FROM : Chief, Technical Accounting Staff

SUBJECT : Revision of the Description of Accounts  
142.2 - Advances to Projects (Other than  
Subsidies) and 760 - Assets Written Off -  
Further Follow-up Required.

1. The present Chart and Description of Accounts for the Finance Division does not provide for the recording of operational loans made by projects.

25X1A 2. [REDACTED] - Administrative Plans requires that operational loans which have not been approved, in the full amount involved, as an operationally justified cost in the event it is not repaid, shall be controlled by an administrative plan. Such loans are to be carried as an asset until paid in full or until the write-off of the asset is approved by appropriate authority. In view of the small number of this type of loan and the relatively small amount of money involved, it is not considered necessary to establish a new account for these assets. It appears appropriate to provide for them to be recorded in account No. 142.2.

3. When funds are advanced for the purpose of making operational loans which have been approved, in the full amount involved, as an operationally justified cost in the event they are not repaid, the advances should be recorded in account No. 142.2. When advice is received that the loan has been made, the amount involved should be charged to cost and the loan recorded in account No. 760 until it is either repaid or an operational determination is made that the loan is uncollectible.

4. It is requested that you prepare a revision of the Chart and Description of Accounts, Finance Division, for the subject accounts to provide for the accounting treatment of operational loans as described herein.

25X1A9a

Approved For Release 2001/03/22 : CIA-RDP79-00065A000100070011-1

~~SECRET~~

~~CONFIDENTIAL~~